



JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA
Division Director

Jed

July 12, 2007

Mr. Kenneth Brown, DBA
Western Hills
288 West Center
Kanab, Utah 84741

Subject: Request for Division as Co-beneficiary to Certificate of Deposit (CD) Letter and Reclamation Contract, Western Hills, Firepit 1-4, S/053/034, Washington County, Utah

Dear Mr. Brown:

The Division has received information from the BLM that there is a CD in the amount of \$2000.00. To date, the Division has not been identified as co-beneficiary on this account. At this time, the Division is requiring your assistance in naming the Division as co-beneficiary. To proceed with this requirement, please complete the following:

- *Contact the bank* and request that the CD be retitled to include State of Utah, DOGM and ask the bank contact via telephone the Division to obtain the necessary details for this effort;
- *Provide Division Surety Coordinator, Mr. Jed Pearson, the name of the Bank contact person name, phone number, email address*

In addition, the Division has yet to receive a small mine reclamation contract. These items are necessary for your operation to be in compliance with the Division. You hereby have 30 days from the date of this letter to submit these changes and documents. Failure to comply with these standards and requests could result in a Cessation Order and fines.

Please direct inquiry and correspondence to Mr. Jed Pearson, Minerals Surety Coordinator, for any additional information. He can be reached by telephone or email, (801) 538-5382 or bondcoordinator@utah.gov.

Sincerely,

Daron R. Haddock
Permit Supervisor
Minerals Regulatory Program

DRH:JP:pb

cc: Jed Pearson, DOGM

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